

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 735 - HB 904**

February 24, 2017

**SUMMARY OF BILL:** Separates the five percent state sales tax on the retail sale of food and food ingredients into two parts: a five percent state sales tax on the retail sales of fresh produce and meat, and a five percent state sales tax on the retail sale of food and food ingredients other than fresh produce and meat.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Separating the state sales tax on the retail sale of food and food ingredients for human consumption into two parts in Tenn. Code Ann. 67-6-228 will not impact state or local sales tax collections as the current tax rate of five percent remains unchanged.
- The proposed bill will not result in a significant increase in expenditures to the Department of Revenue.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/bs

**SB 735 - HB 904**